## MINUTES OF THE

## HOUSE PUBLIC UTILITIES, ENERGY, AND TECHNOLOGY STANDING COMMITTEE

Monday, February 26, 2018 • 4:00 p.m. • 450 State Capitol

Members Present:Rep. A. Cory MaloyRep. Stephen G. Handy, ChairRep. Keven J. Stratton

Rep. Merrill F. Nelson, Vice Chair

Rep. Carl R. Albrecht Members Absent:

Rep. Patrice M. Arent
Rep. Lynn N. Hemingway
Rep. Walt Brooks

Rep. Scott H. Chew Staff Present:

Rep. Kay J. Christofferson Ms. Julie Humberstone, Policy Analyst Rep. Keith Grover Ms. An Bradshaw, Committee Secretary

Note: A copy of related materials and an audio recording of the meeting can be found at www.le.utah.gov.

Chair Nelson called the meeting to order at 4:04 p.m.

## 1. H.B. 419 Oil and Gas Amendments (Handy, S.)

Rep. Handy presented the bill with the assistance of Mr. Frederick MacDonald, attorney, MacDonald and Miller Mineral Legal Services; Mr. Lee Peacock, President, Utah Petroleum Association; and Mr. Ruland Gill, Chairman, Board of Oil, Gas, and Mining.

**MOTION:** Rep. Handy moved to amend H.B. 419 with Amendment #1. The motion passed with a vote of 7 -

Amendment 1 H.B. 419

1 Page 5, Lines 140 through 145

- [(b)] (c) A pooling order made retroactive under this section is binding upon a party
- 141 owning an interest in the drilling unit who receives proper notice of the board's proceeding.
- 142 (12) { The } Except as otherwise provided by a rule made by the board in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the terms and conditions of the board's initial order pooling all interests in a
- drilling unit, including the terms and conditions of a joint operating agreement as adopted by
- the board, shall apply to all subsequently drilled wells in the drilling unit, except as modified
- 145 <u>by:</u>

Yeas-7Nays-0Absent-4Rep. C. AlbrechtRep. W. BrooksRep. P. ArentRep. K. ChristoffersonRep. S. ChewRep. L. HemingwayRep. K. GroverRep. K. Stratton

Rep. S. Handy

Rep. A. Maloy

Rep. M. Nelson

**MOTION:** Rep. Albrecht moved to pass H.B. 419 out favorably. The motion passed with a vote of 9 - 0 - 2.

Yeas-9 Nays-0 Absent-2

Rep. C. Albrecht Rep. W. Brooks

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Nays-0

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Rep. P. Arent

Rep. L. Hemingway

Rep. S. Chew

Rep. K. Christofferson

Rep. K. Grover

Rep. S. Handy

Rep. A. Maloy

Rep. M. Nelson

Rep. K. Stratton

**MOTION:** 

Rep. Arent moved to approve the minutes of the February 22, 2018, meeting. The motion passed

with a vote of 8 - 0 - 3.

Yeas-8 Rep. C. Albrecht

Rep. P. Arent

Rep. S. Chew

Rep. K. Christofferson

Rep. K. Grover

Rep. A. Maloy

Rep. M. Nelson

Rep. K. Stratton

## 2. H.B. 395 Technology Innovation Amendments (Cutler, B. R.)

Rep. Bruce R. Cutler presented the bill with the assistance of Mr. Mike Hussey, CIO/Executive Director, Department of Technology Services.

Mr. Jeff Rogers, Utah Technology Council, spoke in favor of the bill.

**MOTION:** Rep. Stratton moved to replace H.B. 395 with 2nd Substitute H.B. 395. The motion passed with a vote of 7 - 0 - 4.

Yeas-7 Nays-0

Rep. W. Brooks Rep. S. Chew

Rep. K. Christofferson

Rep. K. Grover

Rep. A. Maloy

Rep. M. Nelson

Rep. K. Stratton

Absent-4

Absent-3

Rep. W. Brooks Rep. S. Handy

Rep. L. Hemingway

Rep. C. Albrecht

Rep. P. Arent

Rep. S. Handy

Rep. L. Hemingway

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**MOTION:** Rep. Stratton moved to pass 2nd Substitute H.B. 395 out favorably. The motion passed with a vote of 6 - 1 - 4.

Yeas-6Nays-1Absent-4Rep. W. BrooksRep. K. ChristoffersonRep. C. AlbrechtRep. S. ChewRep. P. ArentRep. K. GroverRep. S. HandyRep. A. MaloyRep. L. Hemingway

Rep. M. Nelson Rep. K. Stratton

**MOTION:** Rep. Chew moved to adjourn. The motion passed with a vote of 7 - 0 - 4.

Yeas-7Nays-0Absent-4Rep. W. BrooksRep. C. AlbrechtRep. S. ChewRep. P. ArentRep. K. ChristoffersonRep. S. HandyRep. K. GroverRep. L. Hemingway

Rep. A. Maloy Rep. M. Nelson Rep. K. Stratton

Chair Nelson adjourned the meeting at 4:49 p.m.